

UNITED STATES DISTRICT COURT  
EASTERN DISTRICT OF WASHINGTON

In Re:

LLS AMERICA, LLC,

Debtor,

BRUCE P. KRIEGMAN, solely in his capacity as court-appointed Chapter 11 Trustee for LLS America, LLC,

Plaintiff,

v.

PHYLLIS BLEA., et al,

Defendants.

NO: CV-12-479-RMP

Bankr. Case No. 09-06194-PCW11

Adv. Proc. No. 11-80294

DEFAULT JUDGMENT

THIS MATTER came on consideration upon the Motion of Plaintiff for

Entry of Default and Judgment against Defendants Jeff and Tabitha Hughes, and it appearing from the file and records of this Court in this cause that the default judgment (Bkcy. Dkt. No. 127) entered by the Bankruptcy Court should be deemed

1 proposed findings of fact and conclusions of law, and that entering final default  
2 judgment in conformity with the default judgment entered by the Bankruptcy Court  
3 is appropriate,

4 **IT IS HEREBY ORDERED, ADJUDGED AND DECREED** that the  
5 Plaintiff, Bruce P. Kriegman, solely in his capacity as court-appointed Chapter 11  
6 Trustee for LLS America, LLC, shall have a judgment against Defendants Jeff and  
7 Tabitha Hughes, as follows:

8       1. Monetary Judgment in the amount of \$10,000.00 USD, pursuant to 11  
9 U.S.C. § 550 and RCW 19.40.071;

10      2. Transfers in the amount of \$10,000.00 USD made to the Defendants Jeff  
11 and Tabitha Hughes within four years prior to the Petition Filing Date are hereby  
12 avoided and Plaintiff may take all necessary action to preserve the same, pursuant  
13 to 11 U.S.C. §§ 544, 550, 551 and 548(a) and (b) and RCW 19.40.041(1) and (2)  
14 and RCW 19.40.071;

15      3. All said transfers to Defendants Jeff and Tabitha Hughes are hereby set  
16 aside and Plaintiff shall be entitled to recover the same, or the value thereof, from  
17 Defendants Jeff and Tabitha Hughes for the benefit of the estate of LLS America,  
18 pursuant to 11 U.S.C. §§ 544, 550 and 551;

19      4. A constructive trust is hereby established over the proceeds of all transfers  
20 in favor of the Trustee for the benefit of the estate of LLS America; and

1       5. Plaintiff is hereby awarded costs (i.e. filing fees) in the amount of \$250.00  
2 USD, for a total judgment of CAD \$10,250.00 USD, which shall bear interest  
3 equal to the weekly average of one-year constant maturity (nominal) treasury yield  
4 as published by the Federal Reserve System.

5              The District Court Clerk is directed to enter this Order, enter judgment as  
6 outlined above, and provide copies to counsel and to Judge Patricia C. Williams.

7              DATED this 1st day of November 2012.

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10              s/ Rosanna Malouf Peterson  
11              ROSANNA MALOUF PETERSON  
12              Chief United States District Court Judge  
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